

Wheat Domestic Fundamentals:

- Wheat sowing area increased this year by 6.33 percent so far(17th Jan,2014) from 295 lakh ha. to 313.69 lakh ha. on the back of good monsoon and higher water availability in the major wheat growing regions.
- The Inflation of wheat has increased to 7.40% in the month of December as compare to 7.26% in the month of November.WPI has increased to 220.5 in December as compare to 217.1 in the month of November.
- Wheat sowing area has reached around 311.86 Lakh hectares as of January 10, 2014, which is up about 7% from about 291.27 hectares planted during same time last year. Madhya Pradesh has reached 14.22 Lakh hectares; Rajasthan reached 3.78 Lakh hectares and Uttar Pradesh 4.73 Lakh hectares.
- In MMTC Wheat export tender of 60,000 MTs from Pipava port 5 bids were received. Highest bid was by Alghurair at \$277.50/MT for 30,000 tonnes followed by Agro Corp. at \$275.59/MT for 30,000 tonnes and the lowest bid was at \$274.00.
- Wheat crop condition throughout the major producing states is very good, weather remains favorable for better growth of standing crop, and no infestation in crop has been reported so far.

International Market Update:

- Bangladesh reissued an international tender on Wednesday** to import 50,000 tonnes of wheat after the winning bidder failed to supply the grain on time. Bangladesh annual wheat consumption is 4 million tonne against the domestic production of around 1 million tonne
- It is also buying 200,000 tonnes of wheat in a government-to-government deal with Ukraine** at \$307 a tonne CIF liner out. Govt. imports around 8 to 9 lakh tonne while private trades import 2 to 2.5 million tonne wheat based on requirements.
- Production estimate revised to 712.65 million tonnes for 2013-14** against the previous estimate of 656.44 million tonnes (2012-13).Likewise carry out stock to have been revised up from 176.13 million tonnes to 185.39 million tonnes.
- Global 2013/14 wheat supplies are raised 1.5 million tonnes** to 888.8 million with production increases for China and the FSU-12 as per latest USDA release.
- Argentina's 2013/14 wheat crop should come in at 9.2 million tonnes** against previous estimate of 9 million tonnes of which 1.5 million tonnes will be approved for export. The increased forecast was attributed to higher-than-expected wheat yields and good soil water reserves.

Domestic market Outlook:

Market is likely to trade steady to slightly weak due to ample supply side and bumper production prospects.

NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-14	-4	1648	1649	1640	1648	160	140	1,350	-40
Mar-14	-2	1602	1602	1600	1602	130	70	2,560	50
Apr-14	-1	1528	1534	1528	1529	40	-120	1,100	-70

Spread	Feb-14	Mar-14	Apr-14	May-14
Spot	7			
Feb-14		-46		
Mar-14			-73	
Apr-14				-

Stocks	Demat	In-Process	Total	FED
	18.01.2014	18.01.2014	18.01.2014	14.01.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

Wheat (CBOT) On 17.01.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-Mar	572.75	574.25	562.75	563.50	-9.25
14-May	579.75	581.25	569.50	570.50	-9.25
14-Jul	586.50	587.50	576.00	577.00	-9.50
14-Sep	595.00	595.25	584.75	585.75	-9.50
14-Dec	607.75	607.75	597.50	598.50	-9.25
15-Mar	614.50	617.00	608.00	608.75	-8.25

Wheat Daily Prices and Arrivals on 20.01.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			20-Jan-14	18-Jan-14	
Delhi					
	Lawrence Road	Mill Delivery	1655	1650	5
	Narella	Mill Quality Loose	1615	1600	15
	Nazafgarh	Mill Quality Loose	1625	1625	Unch
Gujarat	Rajkot	Mill Delivery	1725	1750	-25
	Ahmedabad	Mill Delivery	1810	1800	10
	Surat	Mill Delivery	1840	1845	-5
M.P.	Bhopal	Lokwan	1950	1950	Unch
	Indore	Mill Delivery	1800	1850	-50
Rajasthan	Kota	Mill Quality Loose	1620	1600	20
		Mill Delivery	1701	1700	1
U.P.	Kanpur	Mill Delivery	1680	1675	5
	Mathura	Mill Quality Loose	Closed	NR	-
	Kosi	Mill Quality Loose	NR	1850	-
	Hathras	Mill Quality Loose	NR	NR	-
Punjab	Khanna	Mill Quality Loose	1625	1625	Unch
	(Ludhiana)Jagraon	Mill Delivery	1640	1640	Unch
Haryana	Sirsa	Mill Delivery loose	1550	1550	Unch
	Hodal	Mill Delivery	1645	1645	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1630	-5
Tamil Nadu	Chennai	Mill Quality	1980	1980	Unch
	Madurai	Mill Quality	2037	2037	Unch
	Coimbatore	Mill Quality	2037	2037	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)	Change
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			20-Jan-14	18-Jan-14	
Delhi	Lawrence Road	Mill Delivery	NA	1500	-
	Narella	Mill Quality Loose	250	200	50
	Nazafgarh	Mill Quality Loose	50	50	Unch
Gujarat	Rajkot	Mill Quality Loose	1600	400	1200
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	NA	500	-
Rajasthan	Kota	Mill Quality	3000	1500	1500
U.P.	Kanpur	Mill Quality Loose	500	300	200
	Mathura	Mill Quality Loose	NA	NR	-
	Kosi	Mill Quality Loose	NA	60	-
	Hathras	Mill Quality Loose	NA	NR	-
Punjab	Khanna	Mill Quality Loose	700	600	100
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	75	100	-25
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	100	100	Unch

Wheat Products Delhi	20-Jan-14	18-Jan-14	Change
Atta (50kg) Ordinary	965	965	Unch
Maida Grade 1 (90kg)	2112	2112	Unch
Maida Grade 1 (50KG)	1155	1155	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	709	709	Unch
Chokar (34 kg)	509	509	Unch
Chakki Atta (50kg)	985	985	Unch
Chakki Atta (50kg) Special	985	985	Unch
Chakki Atta (90kg) Superfine	1816	1816	Unch
Chakki Atta (50kg) Superfine	990	990	Unch

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